April 10, 2006

##### Mr. Steve De LaCruz

SBC

100 W. Alondra Boulevard, Room 202-A

Gardena, CA 90248

###### VERMONT AVENUE WIDENING S/O PACIFIC COAST HIGHWAY, W.O. # E6000767

Reference is made to our letter dated November 7, 2005 regarding the aforementioned project. In the letter, the City requested SBC to pothole SBC’s existing facilities along Vermont Avenue between Pacific Coast Highway and Normandie Avenue to avoid conflicts with the storm drain improvements for Vermont Avenue Widening projects.

After talking to your office numerous times, it is our understanding that SBC is refusing to pothole at the locations the City requested. Pursuant to Los Angeles Municipal Code 62.01, SBC must relocate and/or remove the facilities at no cost to the City of Los Angeles if it is determined that SBC facilities interferes with the proposed storm drain improvements during construction. These works must be completed prior to or during construction without impacting the contractor’s operations and also, note that SBC will be responsible for any delay and pertinent change order costs that arises from SBC facilities relocation during construction.

After Caltrans approval, the City of Los Angeles will be advertising this project for construction. If you have any questions, please contact Brian Ahn of my staff at (213) 847 – 5146.

Reynaldo Sison,

Acting Division Engineer

Project Award and Control Division

Bureau of Engineering

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